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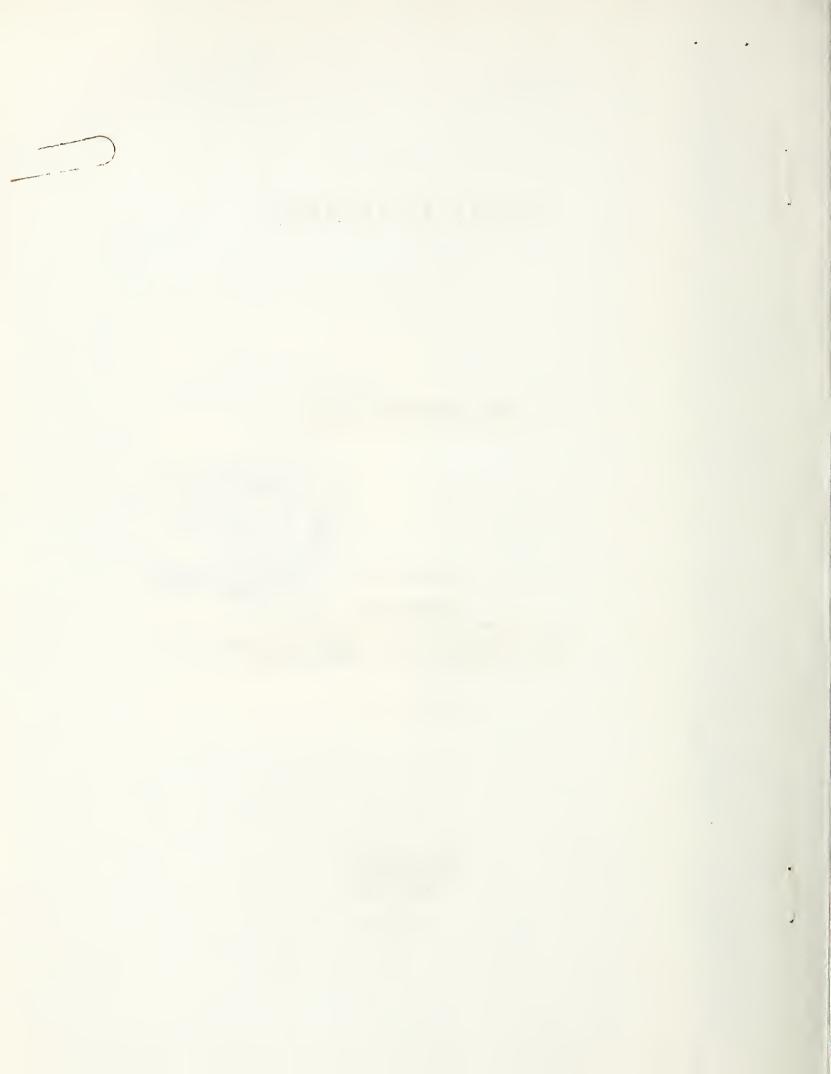
KANSAS 51 WICHITA

FIEID APPRAISAL ANALYSIS



Prepared by
Power Requirements Section
Electric Operations and Loans Division
RURAL ELECTRIFICATION ADMINISTRATION

Field Appraisal Completed in April 1954



SUMMARY AND CONCLUSION KANSAS 51 WICHITA

ETTE 73

AREA CHARACTERISTICS

With the exception of the period between 1930 and 1940, the population of the area has continued to increase from 1920 to the present. The trend in number of farms, on the other hand, has been downward since 1930. The average value of farm land and buildings was \$75,790 per farm in 1950 and gross farm income from sale of farm products averaged \$14,911 in 1949. Average farm property value in the area was over three times the State average and average farm income was over two and one-half times the State average farm income. Both the average farm property valuation and average farm income increased at greater rates for the service area than for the State as a whole between 1940 and 1950. Wheat is the major source of agricultural income in the area. Agriculture accounted for 43 percent of the employed labor force.

The topography of the area ranges from nearly level to gently rolling. Soils are brown, silty and occasionally sandy. The growing season averages 170 days. The area is currently going through a period of drought.

ESTIMATED FUTURE NUMBER OF CONSUMERS

On January 31, 1954, the cooperative was serving 4,607 consumers. The manager has estimated a total of 5,372 consumers to be served by the end of 1963 (Table II). The manager's estimate of farm and town residential consumers appears reasonable.

It is expected that the increases in numbers of nonresidential consumers in the next 10 years will occur in the small commercial and irrigation classes. The estimated increases provided by the manager appear to be reasonable.

ESTIMATED FUTURE AVERAGE CONSUMPTION OF ELECTRICITY

This cooperative began operation in 1949 with an acquisition of existing facilities. Since 1950 the average monthly farm consumption has increased from 144 kuh to 212 kwh in 1953. Average monthly usage of town residential consumers has increased from 101 kuh in 1950 to 124 kwh in 1953. Served farm consumers indicated their consumption would increase 14 percent and town residential consumers 24 percent during the next 3 years. Use of gas was reported by 33 percent of the farm consumers and by 62 percent of the town residential consumers.

Based on factors believed to be significant, this analysis leads to the following estimates of average kuh consumption which are certified as being reasonable and may be expected to be attained in the years specified:



Class of Consumer	Actual 12 Months Ended Feb. 1954	1956	1959	1964
Farm Town Residential Small Commercial Public Buildings Irrigation (Annual):	218 125 390** 349**	260 150 450 365	300 170 500 380	375 200 575 410
I Rate (24.3 hp) (42 cons. @ D Rate (25.8 hp) (122 cons. Grain Elevators (Annual) (75 c Street Lights (Annual)	©)	20,720 32,500 2,500 35,000	20,720 32,500 2,500 38,000	20,720 32,500 2,500 40,000
LARGE COMMERCIAL (ANNUAL):	Billing Demand			
Shallow Water Refinery Shallow Water Refinery Collingwood Grain Elev. S.C. Collingwood Grain Elev. Leote Plains Utility Co. #1 Plains Utility Co. #2 Garden City Irrigation Pump Phils Grocery Power #1 Phils Grocery Power #2 Phils Grocery Lights #3 Blackmore Bros. Grocery (Power Blackmore Bros. Grocery (Light City Dairy (Power) K-N Natural Gas Co. (Standby S Western Dehy. Co. (Power) Herndon Grocery Co. (Light #1) Herndon Grocery Co. (Light #2) Syracuse Ice Co. (Power)	s) 22 24	1,300,000 200,000 13,000 20,000 180,000 70,000 550,000 7,000 63,000 37,000 50,000 47,000 6,000 78,000 35,000 25,000	1,500,000 250,000 13,000 20,000 183,000 72,000 550,000 7,000 15,000 63,000 37,000 47,000 6,000 80,000 35,000 25,000	2,000,000 300,000 13,000 20,000 188,000 75,000 550,000 15,000 63,000 37,000 6,000 47,000 6,000 83,000 35,000 25,000
Municipals: Special Contract 3¢ FA Rate B-1 Rate (3 cons. @) J - Rate (2 cons. @) C - Rate (2 cons. @) B-2 Rate (9 cons. @) B-8 Rate (3 cons. @) K - Rate (7 cons. @) C-2 Rate (1 con. @)	(2 cons. @)	9,000 1,000 9,000 3,000 700 1,600 43,000 300	10,000 1,500 10,000 3,500 800 1,700 45,000	12,000 2,000 12,000 4,000 1,000 1,300 50,000

^{**} Estimated

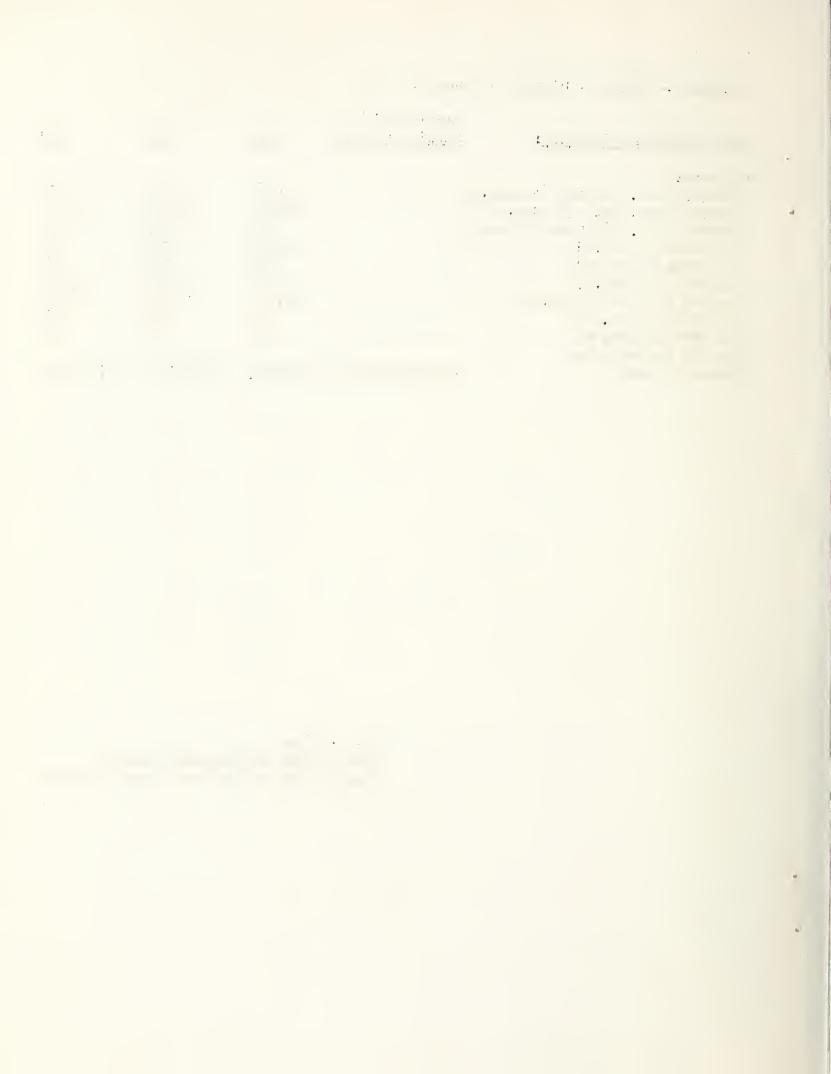
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3-Summary - Kansas 51 Wichita - June 28, 1954

LARGE COMMERCIAL (ANNUAL):	Estimated KM Billing Demand	1956	1959	1964
Railroads:				
Special Cont. 6¢ Rate (4 cons	s.@)	1,000	1,000	1,000
Special Cont. Rate (3 cons. @	2)	36,000	36,000	36,000
Special Cont. 210 Rate (2 con	ns.@)	200	200	200
B-1 Rate (3 cons.@)		3,600	3,600	3,600
B - Rate (1 con. @)		800	800	800
B-2 Rate (6 cons.@)		6,300	6,300	6,300
Special R Rate (2 cons.@)		33,000	33,000	33,000
B-8 Rate (1 con. @)		220	220	220
C - Rate (l con. @)		430	430	430
Other REA Cooperative:				
Kansas 42 Lane	1775-2165-2780	7,000,000	8,550,000	11,000,000

E. R. Brown Head, Power Requirements Section Electric Operations and Loans Division



June 28, 1954.

ANALYSIS OF BASIC FACTORS RELATED TO THE FUTURE CONSUMPTION OF ELECTRICITY KANSAS 51 WIGHITA (Reappraisal)

This analysis of basic factors related to the future consumption of electricity by consumers of the Wheatland Electric Cooperative, Inc., with headquarters at Scott City, Kansas, is based on a field study conducted by Vergil Bufford, Agricultural Economist during March and April 1954. This analysis was prepared by Joseph C. Podany, Agricultural Economist. The field work consisted primarily of interviews with 29 farm and 66 town residential consumers. In addition, unserved farm families and served and prospective consumers of other classes were interviewed.

Businessmen, bankers and agricultural leaders were consulted regarding local economic trends and their estimates of the future of the area with respect to electricity. Supporting economic data were obtained from the U. S. Census for Greeley, Hamilton, Scott, and Wichita Counties and from other secondary sources.

ECONOMIC CHARACTERISTICS

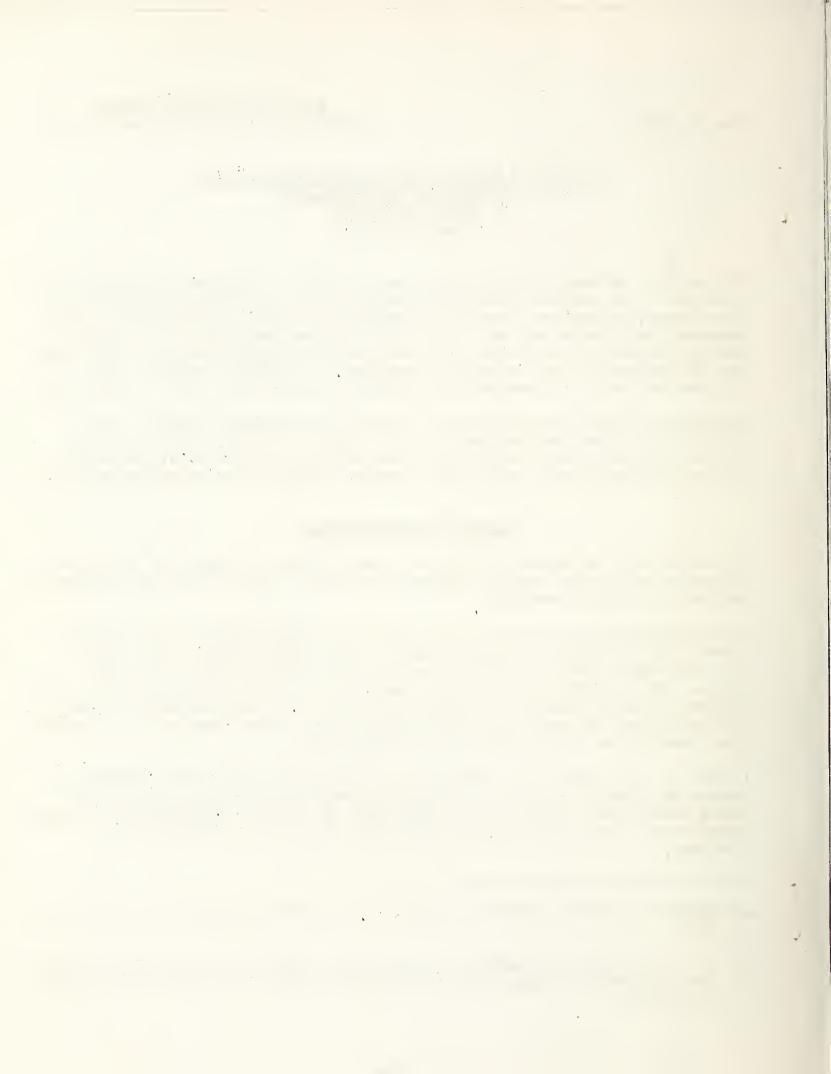
The service area is located on the west central border of Kansas and covers all of Greeley and Wichita Counties, the west one-half of Scott County and portions of Hamilton and Kearney Counties.

The total population of the area increased between 1920 and 1930 and decreased between 1930 and 1940 and increased again between 1940 and 1950. The trend in area farm numbers on the other hand has been generally downward since 1930. Between 1940 and 1950 farm population decreased 6 percent while the combined rural nenfarm and urban population increased 63 percent. The classification of Sectt City was changed to urban in the 1950 census so the actual increase in the population classified as rural nonfarm was but 2 percent.

In 1950 the farm population comprised 35 percent of the total, rural nonfarm 41 percent and urban 24 percent. Agriculture accounted for 43 percent of the employed labor force, wholesale and retail trade 17 percent, transportation 7 percent manufacturing 3 percent, miscellaneous trades, services and professions the remainder.

^{1/} Original appraisal completed in 1947. See appraisal analysis dated April 13, 1947.

^{2/} Farm consumers were randomly selected on the basis of a 3 percent area sample. Town residential consumers were randomly selected on the basis of a 3 percent list sample.



Farms in the area averaged 1,325 acres in 1950. They were valued at \$75,790 per farm or at three times the average State valuation per farm. Average income for all area farms in 1949 was \$14,911, or about two and one-half times the average income per farm for the State as a whole.

About 65 percent of the agricultural income is accounted for by field crops, principally wheat. Next in importance are range cattle and sheep, together, accounting for about one-third of the total farm income. Dairying and poultry account for about 2 percent each. Off-farm employment for 100 days or more in 1949 was reported by 10 percent of the farmers. Full or part ownership of farms was reported by 68 percent of the operators.

Available data indicate a ratio of loans to deposits of 1.0 to 5.4 in 1953 for banks serving the rural areas. The Federal Land Bank at Syracuse was the only agency making loans exclusively to farmers located in the service area. Demand for real estate loans appears to be on the increase.

TABLE I

ECONOMIC TRENDS RELATED TO THE RATE OF
INCREASE IN USE OF ELECTRIC POWER

Item and Relationship			Trend		
Population Service Area State of Kansas Ratio of Area to State	1920 8,591 1,769,257 .0048	1930 11,595 1,830,999 .0062	Basic Economi 1940 10,241 1,801,028 .0057	c Trends	1950 13,267 1,905,299 .0070
Number of Farms Service Area State of Kansas Ratio of Area to State	1,202 1,202 165,286 .0072	1930 1,574 166,042 .0095	1,511 1,511 156,327 .0097	1945 1,150 141,192 .0081	1950 1,288 131,394 .0098
Average Income From All Farm Products Sold Service Area State of Kansas Ratio of Area to State			1939 \$1,236 1,301	1944 \$10,477 4,275 2.45	1949 14,911 5,820 2,56
Average Value of Farm Land and Buildings Service Area State of Kansas Ratio of Area to State	1920 \$14,743 17,122 .86	1930 \$13,687 13,738 1,00	<u>1940</u> \$9 ,248 9 , 092 1.02	1945 \$26,239 13,962 1.89	1950 375,790 24,756 3,06
Cost of Purchased Power Power Power Stansas 51 Wichita All Kansas Co-ops	er KWH	Power Cost	and Power Use 1950 1.26¢ .95¢	1951	1952 1.34¢ .85¢
Average Monthly KWH Consur Per Farm Consumer Kansas 51 Wichita All Kansas Co-ops	nption	<u>1949</u> 134 140	1950 144 146	<u>1951</u> 146 163	<u>1952</u> 182 130



Farm facilities data for 1950 indicate that only 19 percent of the farms had central station electricity and 24 percent had telephones. With respect to electric service, however, the appraiser reports that the system now (1954) has almost achieved complete area coverage.

PHYSICAL CHARACTERISTICS

The area is a portion of the Platte-Republican and Upper Arkansas Valley High Plains of western Kansas. The topography ranges from nearly level to gently rolling with some broken lands near the streams. Soils are brown, silty and occasionally sandy.

The average length of growing season is 170 days at Scott City. Average temperatures are approximately 30°F. in January and 78°F. in July. Average annual precipitation is 19 inches at Scott City.

The area is subject to wind erosion and portions of it are now having as severe dust storms as they did in the "dust bowl" days of the 1930's.

NATURE OF PRESENT AND INDICATED NUMBER OF CONSUMERS

On January 31, 1954, the cooperative was serving 4,607 consumers. Based on the classifications used by the cooperative in its operating reports, 1,110 were farms, 2,302 town residentials, 751 small commercials, 217 large commercials, 155 irrigation wells, 20 railroads and 7 public street lights. The system also provided service to 32 town utilities and 3 other rural electric cooperatives.

According to the appraiser, the cooperative is close to having complete area coverage; therefore, additional consumers will largely have to be new homes, businesses, irrigation wells or other new units not now in existence.

The number of various classes of consumer units as disclosed by an expansion of the sample data (Table II) is compared with estimates for 1963 provided to REA by the manager of the Wheatland Electric Cooperative, Inc.

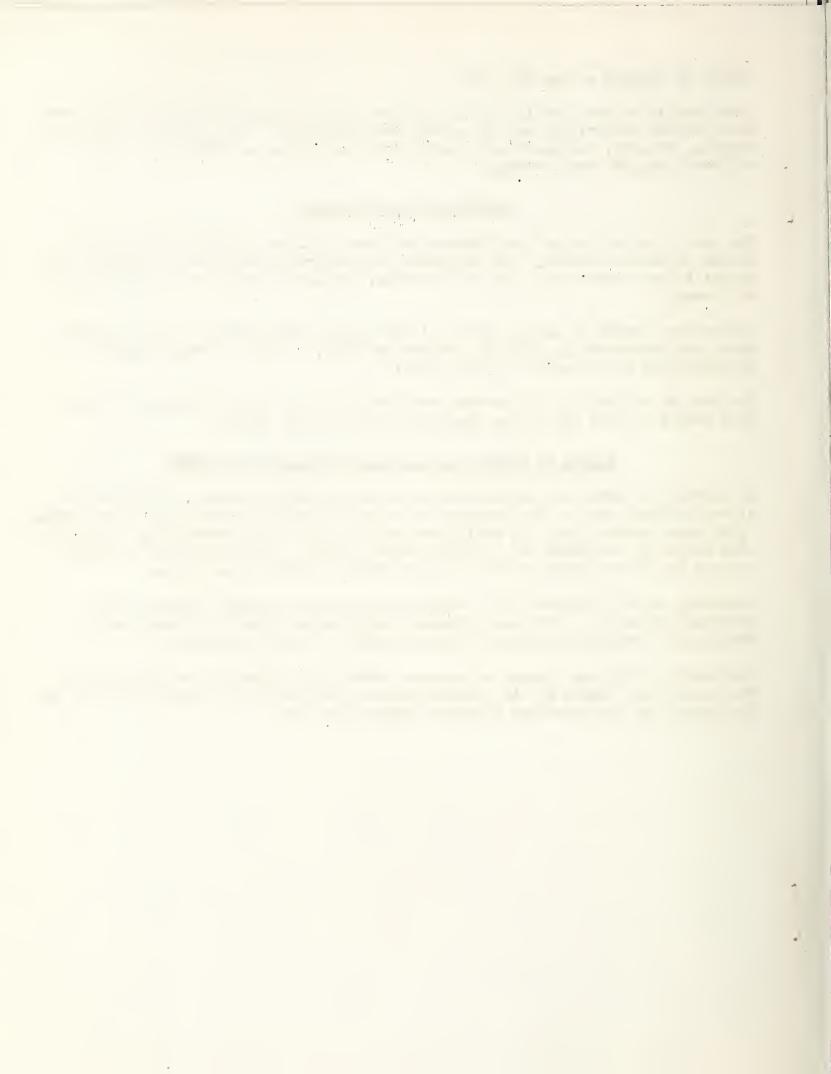
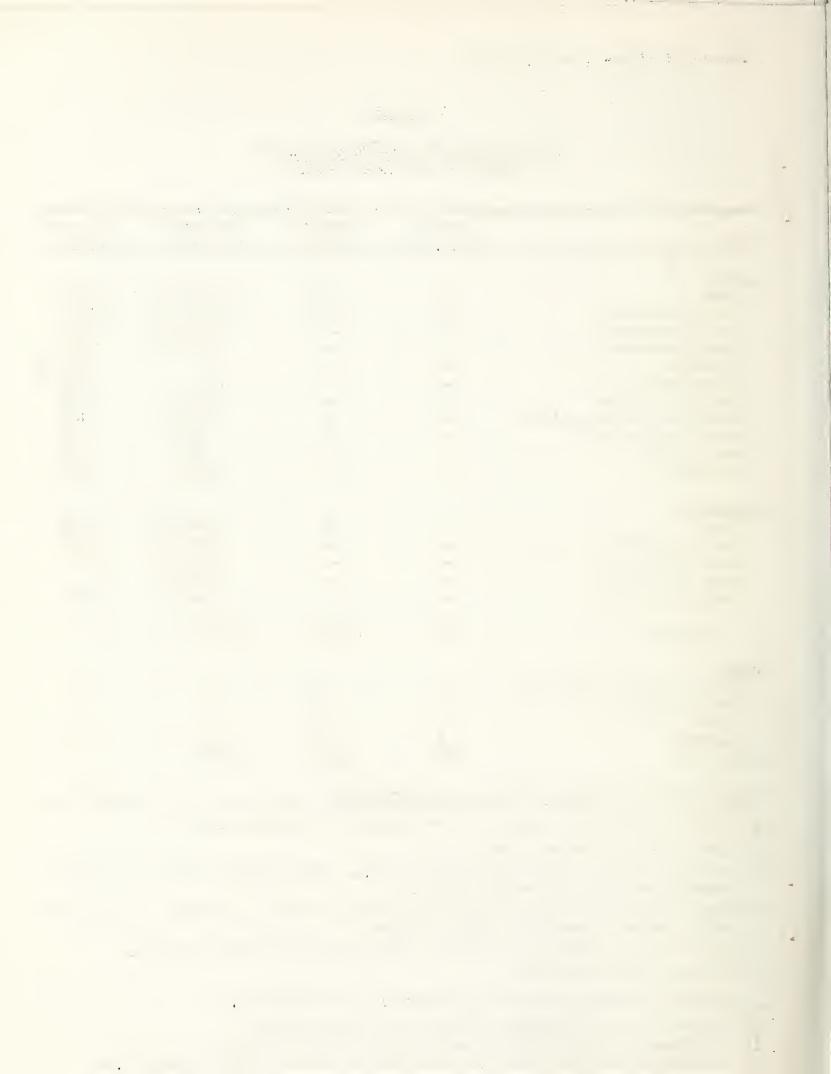


TABLE II

DISTRIBUTION OF CONSUMER UNITS WITH RESPECT TO ELECTRIC SERVICE

Class	Number in Sample	Expanded Numbera	Manager's Estimate	Estimated Number
	in Calabata Theory ages and a special to a second floor on a part of the special control of		THE PROPERTY CONSISTENCY CONTRACTOR CONTRACTOR AND	de la Collegia del Collegia del Collegia de la Collegia del Collegia del Collegia de la Collegia de la Collegia de la Collegia de la Collegia del Co
Served	• •	- / /	1 170b/d/	4/
Farm	29	966	and a shade Court, a see, a	1,110 <u>d</u>
Town Residential	66	2,198	2,302 <u>b</u> / <u>c</u> / 76 <u>1</u> b/ <u>f</u> /	2,3020/
Small Commercial	goal som	produces	7615/ E/	7696 <u>-1</u> 7
Large Commercial	direct directs	66 no.	217岁/ 夏/	77.j/ k/
Elevators		Comp. 1999	digity more	77i/ k / 188i/,
Public Buildings	group stoke	displayed states	1.550/	155b/
Irrigation Wells	Prill State	-	32b/h/	32 <u>h</u> /
Service to lunicipalities	mpas almos	mile male	2b/=/	2b/
Other Cooperatives Street Lights	Chart days	Band Hove	7b/	3 <u>b</u> /7 <u>b</u> /
Railroads	040-675	Maries British	300/	30p/
Halloads		THE CO.	2 Car	20m
Potential				
Farm	1	33	21 <u>5¢/, d/,</u>	215 <u>d</u> / 208 c /
Town Residential	grade grade	Drop Drop	2089/ 9/	2089
Small Commercial		(total trees	109º/, £/,	(172
Large Commercial	Chapt Model	and top	6 <u>3</u> €/, <u>⊈</u> /	(
Irrigation Wells	est tre	quanti grandi	1700/	170
Subtotal	96	3,197	5,372	grading of the and processors and affirm and an order conditions.
Other				
Service Run Hot Connected	٦	22		
Service Retired	1 2	33 67	M000 M000	0.0 To 0
Vacant	3	100	\$13 MIN	map from
Abandoned	1	33	Cont. State	
Total Units	103	3,430	5,372	
a. O Committee C & A A Annie C & D		29400	2921~	
Total Estimated Ultimate Cons	umers of Elect	ricity		5,372

- a/ Derived by expanding sample data by recipical of sampling rate.
- b/ January 1954 operating report.
- c/ Manager's letter to REA dated April 9, 1954. 1963 estimate number less number reported on January operating report.
- d/ Farm classification also includes residential service in villages and town residents outside of corporate limits of town.
- e/ Town residents limited to residents within corporate limits of towns.
- f/ Includes public buildings.
- g/ Includes elevators, other small commercial and large power.
- h/ Lighting for city buildings and power for pumping water.
- i/ Determined by actual count of users listed on work sheets.
- k/ Includes two elevator loads for which kwh estimates provided separately.



ANALYSIS REGARDING FUTURE NUMBER OF CONSUMERS

This cooperative's farm consumer class as reported on its monthly operating report includes residential service in villages and town residential users who are located outside of the corporate limits of towns, as well as farm consumers. The town residential class includes only those users residing within the corporate limits of towns. An evaluation of the manager's estimate of the number of consumers to be served within 10 years in each of the above classes is difficult. An expansion of the sample data (Table II) indicates a much smaller number of farm consumers both in present numbers and in potentials. However, such sample data take into account only farm and nonfarm residents outside of villages and towns. Trends in numbers of farms would indicate a very slight increase in future numbers in farm consumers. On the other hand, trends in number of nonfarm housing units over the past 10 years would indicate a much higher increase in town consumers over the next 10 years than estimated by the manager. If the difference in classification is taken into account, it appears that the manager's estimates of future number of farm and town residential consumers taken together is reasonable.

The manager's estimates of the numbers of other consumer classes to be served within the next 10 years appear to be extensions of estimates of consumer numbers prepared in connection with a power requirements study of the cooperative by REA in November 1952.

According to the manager, the cooperative expects to serve in the next 10 years a total of 870 small commercial consumers (including public buildings), 280 large commercials (including elevators and large power), 7 street lights, 20 railroads, 325 irrigation wells, 32 services to municipalities and services to 3 other rural electric cooperatives.

The manager expects the number of small commercials to increase by 109, the number of large commercials by 63 and the number of irrigation wells by 170 in the next 10 years. No changes in numbers are expected for the other consumer groups.

A study of the individual consumer accounts for the year 1953 disclosed 696 consumers which could more appropriately be classed as small commercials, 17 as large commercials, 77 as elevators, 188 as public buildings and 166 as irrigation wells.

Based on the classifications used in this analysis, it is estimated that there will be increases of 172 small commercial consumers and of 170 irrigation consumers. These totals agree with the manager's estimate of total nonresidential consumer numbers and assume no increases in public buildings or large commercial consumers.

MATURE OF PRESENT AND INDICATED FUTURE AVERAGE KWH COMSUMPTION

A tabulation of the raw data secured from respondents revealed the monthly consumption figures as shown in the following table:

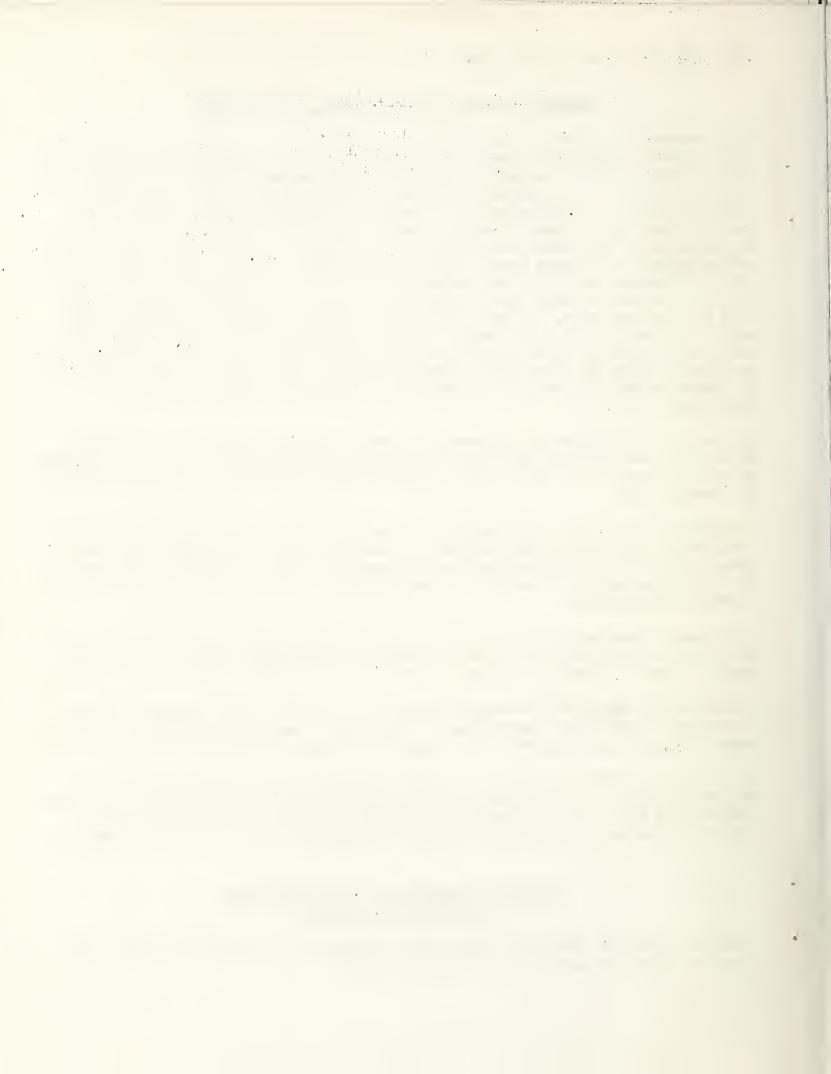


TABLE III

INDICATED MONTHLY KWH COMSUMPTION®

HERBOR CORRECTION CONTROL CONT	pan ngimunjan nagagip angan sahan sakan pinnipancinya salam ngimu menusah salaksili na mpagsabahisi dan meliksili an Binggimunan sala manga ang casang pangasahang pangan salam ngimung kangan bahar palam salam salam salam salam Binggimunan salam salam sa casang pangasahang pangan salam ngimung kangan bahar palam salam salam salam salam	COLUMN TERETORIAN AND ANY ANY AND	Percent
Consumer Class	Present	Future ^{b/}	Increase
Farm	219	249	14
Town Residential	144	179	24

a/ Based on indications of served respondents in the survey and average energy requirements as determined by REA for the country at large.

The sample group of farm consumers were actually averaging 276 kwh per month during 1953, while the town residential respondents averaged 138 kwh. Thus, it appears that farm consumers in the area use 126 percent of the average usage of appliances as determined by REA for the country at large; town residential consumers are using 96 percent of this average.

Historical consumption records for farm and town residential consumers in the survey are available only since 1949. However, these records do indicate a generally rising average consumption. The consumption of farm consumers sampled rose from 147 kwh in 1950 to 276 kwh in 1953, with most of the respondents first receiving service in 1950. The consumption of town residential consumers included in the sample rose from 114 kwh in 1950 to 138 kwh in 1953, with the bulk of this class of consumers already receiving service at the time of the acquisition and subsequent energization of the cooperative.

A saturation of electrical appliances and equipment measured in terms of the percent of consumers presently having them and a corresponding percent anticipated in the future was compiled from field schedules. The difference in saturation was converted to indicate future kwh requirements per 100 consumers for each appliance and piece of equipment on the basis of average energy requirements as determined by REA. This tabulation is shown in Table IV.

b/ Based on what respondents expect to add in 3 years.



TABLE IV

PRESENT AND INDICATED SATURATION OF ELECTRICAL APPLIANCES AND EQUIPMENT AND CORRESPONDING INDICATED INCREASE IN KWH USAGE FARM AND TOWN RESIDENTIAL CONSUMERS, COMBINED

	versidi die beleiff den lijden plike in de deele De versidige de versidie de versidige de versidige de versidige de versidige de versidie de versidige de versidige de versidige de versidige de versidie de versidige de versidige de versidige de versidige de versidie de versidige de versidige de versidige de versidige de versidie de versidige de versidige de versidige de versidige de versidie de versidige de versidie de versi	Fa	ırm		T	own Res	sidentie	1
	% of Cor	nsumers	Inc	rease <u>b</u> /		nsumera	$\frac{a}{2}$ Inc	reascb/
	:Indi- : : Pres-:cating:Percen-				: :Indi- : :			
Appliance						ng:Porce		
or	ently:Future: tage : KWH Using: Use :Points:Usage				_	e: tage		
Equipment	USIN	g: use	: Poin	ts:Usage	:USln	g: USC	:Point	s:Usage
Air Conditioning Unit	~-				3	8	5	10,000
Air Compressor	24.	27	3	105	3	3		
Battery Charger	10	10	an ag	010 mg	2	2		country w. with
Blanket	10	10		-	6	6		
Blower (Rough)	3	3			400	400		
Broiler			600 map	May 628	2	2		
Brooder (Hover)	14	17	3	498	9010			
(Lamb)	.3	.3		COLD FLOO	-		O Less	
Clock	62	65	3	54	44	44		400
Clothes Dryer	3	3	-	616 119	5	7	2	1,400
Coal Stoker	3	3		-				
Cream Separator	21	21	-		-	the cop		-
Dishwasher					3	3	+0 ==	
Drill Press	55	55	P7 CD		8	8		***
Elevator (Grain)	7	7						
Evaporative Cooler	24	27	3	216	35	39	4	288
Fan (Cent. Hot Air Cir.)	10	10	=-		14	14	~~~	
" (Household)	34	34	~	## C	32	35	3	45
Fonce	3	6	3	150	, , ,	10	~	
Food Mixer	72 62	72	7 /	70 (00	45	48	3 8	75
Freezer (Home) Garden Watering		76	14	12,600	18	26	٥	7,200
Heating Pad	31 28	31 28	-	==	3	3		-
Hot Plate	10	10	este cora	(CEN) 1/(CE)	33	33 3		-
Iron	93	96	3	300	3 94	94	400 600	400
Ironer	24	90 24.	2	500	94 6	6	-	
Lathe	~4	~L.		120,420	3	3		
Lighting:)			
Beef Cattle Barn		3	3	36				
Garage	31	34	3 3	24	27	2.9	2	16
General Barn	52	59	7	168	2	2	~	
Grain & Feed Storage Bld		31		100		~	edit date	
House Lighting	100	100		==	100	100		
Milk House	3	3			2	2	412	
				_	~	~		



		Far	m,		Town Residential			
	% of Con	sumers	a/ Inc	rease <u>b</u> /	% of Con	sumers	a/ Inc	rease ^b
		:Indi-		:	0	:Indi-		
Appliance			g:Perc		:Pros-	:catin	g:Percen	-
or	cntly	:Futur	e: tage	HWN:	:ently	Futur	c: tage	: KWH
Equipment	Using	: Use	:Poin	ts:Usage	the second secon		:Points	:Usage
Other Buildings	31	31		PHO PHO	5	5		600 ton
Poultry Brooder House	28	31	3	15	des des	440 top		
Poultry Laying House	31	4.1	10	350	3	3	-	m.ao
Shop	52	52		-	5	5	dissip vacuu	mit-sup
Yard	72	76	4	72	8	10	2	36
Livestock Watering	41	48	7	1,260	(mp exa			6mb nos
Milking Machine	7	7	-	-	denit even		-	-
Percolator	5 5	55	-		52	53	1	60
Power Saw	21	21			3	3 2	a designation	-
Pressure System(Less tha	n 221)7	7			2	2	000 000	*******
" (Over 22	1) 52	59	7	1,680			==	-
Radio	97	97	-	-	98	98	Orași Grași	-
Range	10	10	CENT-MAN-	-	17	21	4	4,800
Refrigerator	66	69	3	1,080	82	82	time time	==
Rcfrigerator (Walk-in)	3	3	-		2	2		400
Roaster	7	7	-		6	6	0mg 10.79	
Sewing Machine	62	65	3	30	48	48		000,000
Soldering Iron	3	3		-	2	2	-	
Space Heater (Portable)	7	10	3	210	8	8		419
Television Receiver	3	48	45	16,200	-	53	53	19,080
Toaster	86	86			82	82		-
Tool Grinder	59	59		acu dos	3	3		
Vacuum Cleaner	83	90	7	140	71	74	3	60
Ventilator (Attic)				-	2	2	ens ens	
" (Window)	3	3			3	3	940 am	-
Waffle Iron	59	62	3	75	55	56	1	25
Washing Machine	93	93			88	89	1	35
Water Heater with Bath	10	10		PO PO	5	5	(60), C24	
Welder	41	41	~-		2	4	2	150

a/ Based on indications of presently connected consumers.

b/ Based on average energy requirements as determined by REA. Data do not reflect instances where more than one of the same appliance exists per consumer. These cases are rare and do not affect the overall pattern materially.



ANALYSIS REGARDING FUTURE AVERAGE MONTHLY KWH CONSUMPTION

Consumption Trends

This system was energized in 1949. Since 1950 average monthly farm consumption has increased from 144 kwh to 212 kwh in 1953. This is an increase of about 23 kwh in average usage for each year. At this rate of increase, average monthly consumption would reach 230 kwh by the end of 1956 for farm consumers. Over the period 1950 to 1953, the number of farm consumers increased 219 percent.

The average monthly town residential consumption increased from 101 kwh in 1950 to 124 kwh in 1953 or an increase of about 8 kwh per year. If usage continued to increase at this rate, average monthly kwh consumption would be 147 by the end of 1956. The number of town residential consumers has increased by 10 percent for the period 1950-1953.

Indicated Consumption

The sample group of served farm consumers indicated a 14 percent increase in average kwh usage within 3 years, while the sample group of town residentials indicated a 24 percent increase within a 3-year period.

Applied to the present consumption averages, average monthly consumption within 3 years would be 242 kwh for farm consumers and 154 kwh for town residential consumers. Considering the effects of past and future consumer additions, the survey results and recent consumption trends indicate average monthly consumption by the end of 1956 will be between 242 and 280 kwh for farm consumers and 147 and 154 kwh for town residential consumers.

Other factors that must be considered in arriving at future estimates of electric consumption are: (1) the extent gas usage is likely to continue in the area; (2) the effect of electric rates; (3) economic trends.

Gas Competition

LP gas was used by 75 percent of the farm respondents. An additional 8 percent reported using natural gas. On the other hand, nearly three-fourths of the town residential respondents were using natural gas, while only about 20 percent were using LP gas. The present uses of gas are shown in Table V.

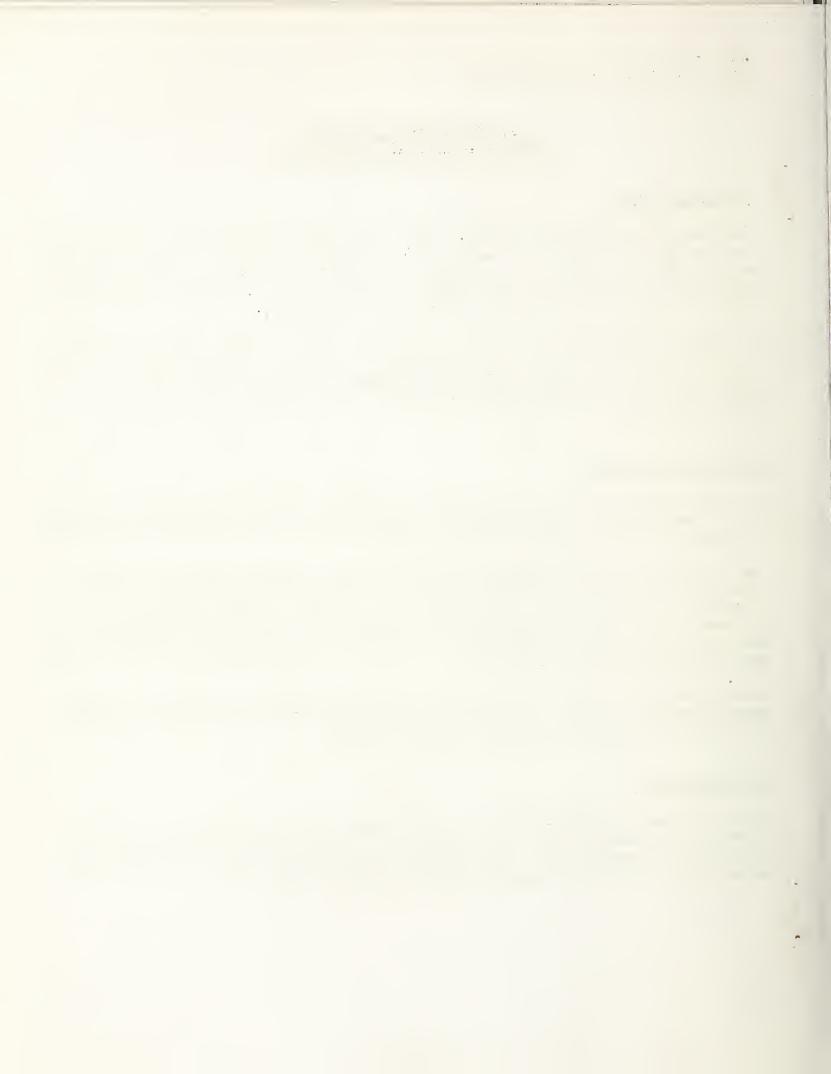


TABLE V

STATUS OF GAS USE, 29 FARM AND 65 TOWN RESIDENTIAL RESPONDENTS IN BANDOM SAMPLE SURVEY.

Consumers' Position With Respect to Use of Gas				Number h Survey		Percent of Total		
Not Using and Not Pla Presently Using	nning to	Usc	<u>Farm</u> 5 24	Town Res. 3 62	<u>Farm</u> 17 83	Town Res. 5 95		
Number Using for Each Purpose	Farm	Town Res.						
Range Water Heater Refrigerator House Heating Chick Brooder	22 17 10 22 8	55 42 7 51 1						
Total			29	65	100	100		

a/ All served respondents indicating status with respect to use of gas.

Rates

The cooperative's present monthly domestic farm and farm home service rate schedule is as follows:

First 50 kwh @ 10¢ per kwh Next 50 kwh @ 5.0¢ per kwh Next 200 kwh @ 3.0¢ per kwh Over 300 kwh @ 2.0¢ per kwh Minimum bill ~10.00

With controlled water heater:

From 200 to 500 kwh @ 1.5¢ per kwh Next 100 kwh @ 3.0¢ per kwh Over 600 kwh @ 2.0¢ per kwh



The cooperative's present residential service rate is:

First 25 kwh @ 10¢ pcr kwh

Next 25 kwh @ 8.0¢ per kwh

Next 50 kwh @ 6.0¢ per kwh

Excess kwh used @ 5.0¢ per kwh

Minimum bill \$1.00 at Scott City

" \$1.50 all other communities served

With electric refrigeration, water heating or electric range:

25-100 kwh @ 4.0¢ per kwh Excess kwh @ 3.0¢ per kwh Minimum monthly charge \$2.50

MATURE OF FUTURE FARM AND RESIDENTIAL CONSUMPTION

Indicated kwh increases and total usage for major uses of all consumers in the specific area to be achieved by the end of 1956 are shown in Table VI.

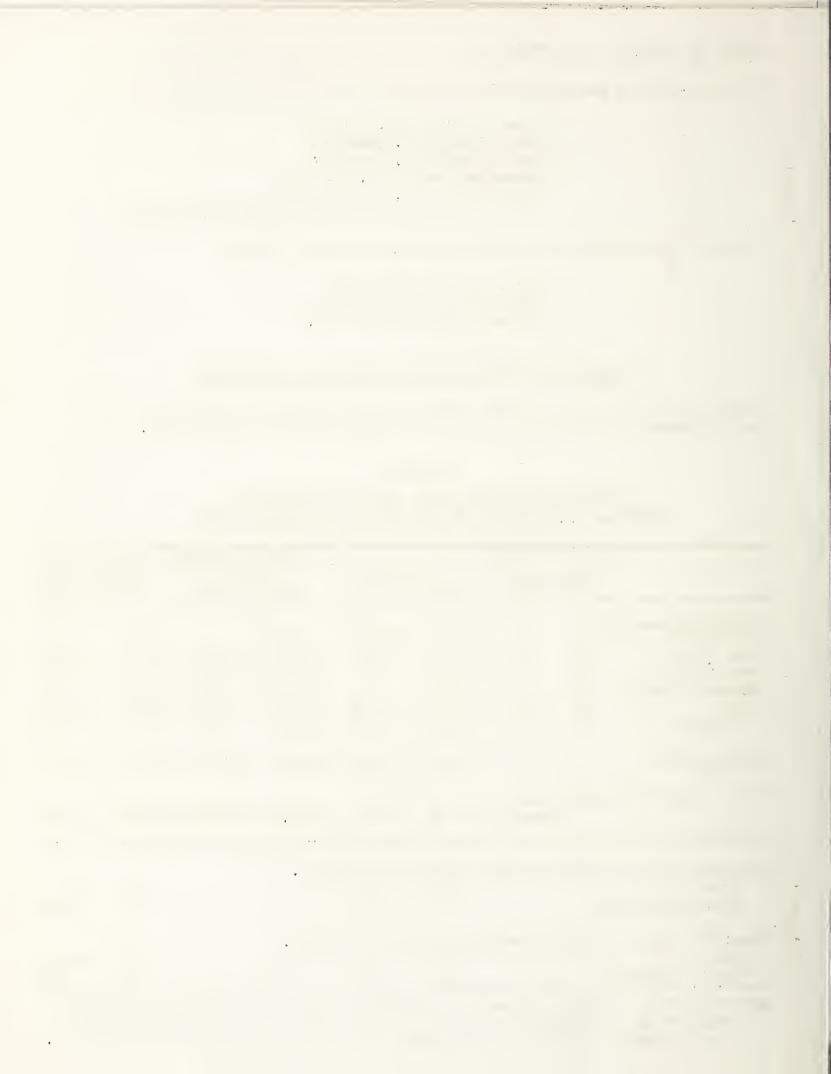
TABLE VI

INDICATED KWH USAGE, FARM AND TOWN RESIDENTIAL

CONSUMERS BY CHARACTER OF LOAD PER 100 CONSUMERS, 1956

	Indicat	dicated Future Indicated KWHA						
	Saturation In			croase	Pr	csent	Future Tot	
Use	Farm	Town	Farm	Town	Farm	Town	Farm	Town
Major Household Us	36							
Television	48	53	15,714	16,409	1,048	9850 e:sa	16,762	16,409
Home Freezer	76	26	11,349	6,192	57,618	13,932	68,967	20,124
Water Heater	10	5		****	29,100	12,900	29,100	12,900
Pressure System	63	2	1,630	-	13,328	310	•	310
Range	10	21	-	4,128	11,640	17,544	· .	21,672
Refrigerator	69	2	1,048	2,580	23,047	2,580	-	5,160
Miscellaneous			3,697	7,934	120,847	103,632	124,544	111,616
Total - Annual Usa	***		33 , 438	37,243	2 56,638	150,948	290,066	183,191
Indicated increase Farm Town Residentia		l) annua	nl usago : 334	per consu	mor.		2,900	 1,882
Indicated increase	c (tota	l) month	nly usago	per cons	umcr.			
Farm			28	4000 1000			242	400-400
Town Residentia	77			31			-	157

Adjusted to take into account that appliance usage and amount of electricity required is 126 percent of average for United States as determined by REA for farm consumers and % percent of such average for town residential consumers.



a/ (cont'd)

Average consumption of all farm consumers was 77 percent of that for the sample group of farms and average consumption of all town residentials was 90 percent of average for sample group of town residentials.

FACTORS WHICH TEND TO SUPPORT CONSERVATIVE INDICATIONS OF RESPONDENTS

- 1. Farmers in the area have now had nearly three consecutive years of drought. Although the effects of the drought to date were somewhat cushioned by previously accumulated reserves, a further continuance of the drought would seriously curtail kwh consumption.
- 2. There is in the area a rather high usage of gas for cooking and water heating. Indications are that such usage will continue in the future. The cost of gas is competitive with cost of electricity. The previous appraisal (1947) indicated that natural gas was available in the area at from 15 to 24 cents per 1,000 cubic feet and that butane was delivered for 7 cents per gallon and propane at 8 cents per gallon.

FACTORS WHICH TEND TO SUPPORT HIGHER THAN INDICATED FUTURE KWH ESTIMATES

- 1. Trends in farm kwh consumption indicate a somewhat higher kwh consumption than indicated by respondents' plans to add electrical equipment. The most recent trends based on the first two months of 1954 indicate average farm kwh consumption will be at or above the level previously estimated for that year (235 kwh).
- 2. In spite of the drought the farmers in the area are apparently still in a good financial position as reflected by their continued increase in electric usage in the immediate past. Constitution of drought might bring about still greater increases in farm kwh usage.
- 3. The appraiser stated that farm respondents may have been influenced by the economic conditions of the recent drought years in making replies to questions relative to the purchase of appliances in the next three years. A comparison of consumption by the end of 1956 (242 kwh) indicated by respondents with current trends of usage would lend support to such a belief.

